Form 3160-3

FORM APPROVED

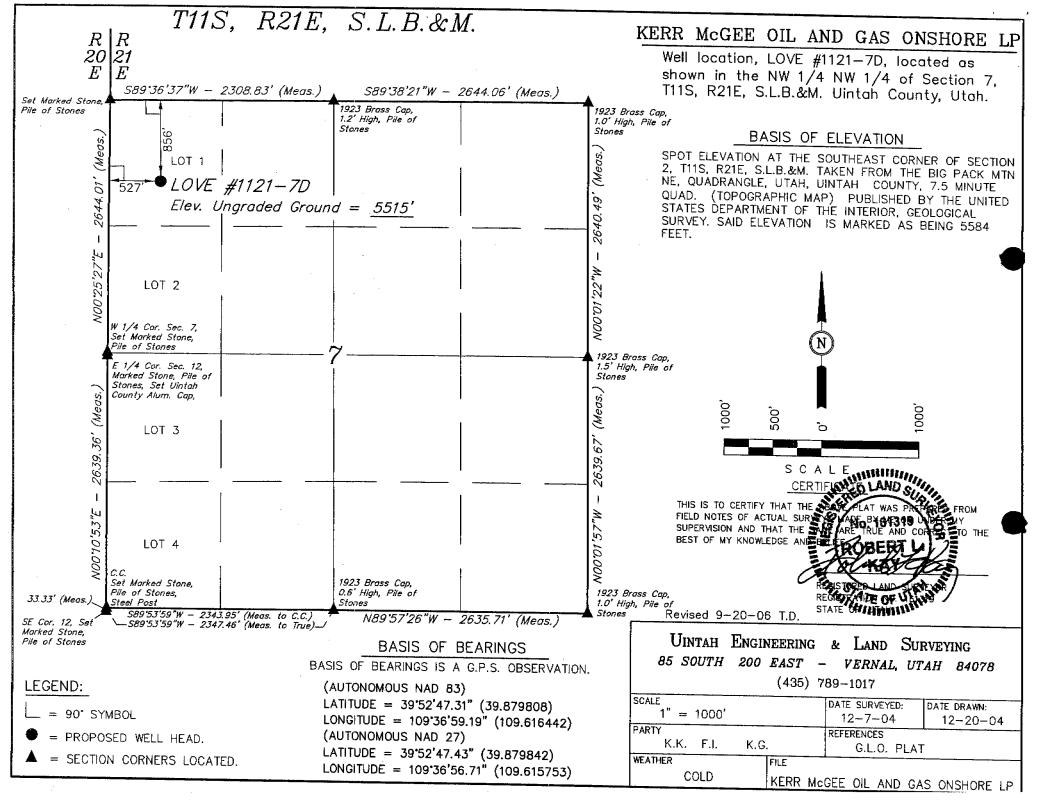
(August 1999)					OMB N	o. 1004-0136	
· -	ITED STA	TES			Expires No	vember 30, 2000	
DEPARTME	NT OF TH	E INTERIO	OR		5. Lease Serial No.		
BUREAU C	F LAND MAI	NAGEMENT			UTU-8345 6. If Indian, Allottee	or Tribe Name	
APPLICATION FOR P	ERMIT TO	DRILL O	R REENTER		o. If Indian, Another	, or tribe ivalue	
la. Type of Work: X DRILL	RE.	ENTER		70	7. If Unit or CA Agreement, Name and No.		
					8. Lease Name and	Well No.	
b. Type of Well: Oil Well 🗶 Gas Well	Other		Single Zone	Multiple Zone	LOVE 1121-7	'D	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE	LP				9. API Well No.	041-38745	
3A. Address 1368 SOUTH 1200 EAST VERNAL, UT	84078	3b. Phone N (435) 781	lo. (include area co l -7024	de)	10. Field and Pool, o		
4. Location of Well (Report location clearly and in ac	cordance with	any State red	quirements.*) 30	279 885	11. Sec., T., R., M.,	or Blk, and Survey or Area	
At surface NWNW LOT 1, 856'FNL At proposed prod. Zone	, 527'FWL	618367 44151	X	615803	SEC. 7, T11S, R	21E	
14. Distance in miles and direction from nearest town 17.7 MILES SOUTH OF OURAY, UTAH	-				12. County or Parish		
5. Distance from proposed* location to nearest	-	16. No. of A	Acres in lease	17. Spacing Unit	dedicated to this well		
property or lease line, ft. (Also to nearest drig. unit line, if any)		2486.60		40.00			
8. Distance from proposed location*	REFER TO	19. Propose	ed Depth	20. BLM/BIA Box	d No. on file		
to nearest well, drilling, completed, applied for, on this lease, ft.	TOPO C	9180'	BOND NO: WY-2357				
21. Elevations (Show whether DF, KDB, RT, GL, etc.)		22. Арргох	imate date work wi	ll start*	23. Estimated duration		
5515' UNGRADED GL		24 /	Attachments		<u>. L</u>		
The following, completed in accordance with the requi	romanta of On			hall be attached to t	his form	·	
The following, completed in accordance with the requi	rements of On	Shore On and	Cas Office No. 1, 2	man be attached to	1113 101111.		
1. Well plat certified by a registered surveyor.			4. Bond to co	ver the operations	unless covered by an exis	ting bond on file (see	
2. A Drilling Plan.			Item 20 abo	ove).			
3. A Surface Use Plan (if the location is on National F	•	ands, the	5. Operator ce				
SUPO shall be filed with the appropriate Forest Ser	vice Office.		6. Such other authorized of	-	tion and/or plans as may l	be required by the	
25. Signand // // // //////////////////////////	(11)		me (Printed/Typed)			Date 4.0/4.4/2006	
file full	//	<u> </u>	IEILA UPCHE	GU	!	10/11/2006	
REGULATORY ANALYST							
Approved by (Signature)		' Nar 	me (Printed/Typed) BRADLE	Y G. HILL	į	10-24-06	
Title		Offi	_{ce} ENVIRONMEN	ITAL MANAGER			
Application approval does not warrant or certify that the	ne applicant ho	olds legal or e	quitable title to tho	se rights in the subje	ect lease which would ent	itle the applicant to conduct	
operations thereon.							
Conditions of approval, if any, are attached.							

Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED

OCT 2 0 2006



LOVE 1121-7D NW/NW LOT 1, SEC. 7, T11S,R21E UINTAH COUNTY, UTAH UTU-8345

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	945'
Top of Birds Nest Water	1169'
Mahogany	1678'
Wasatch	4086'
Mesaverde	7016'
MVU2	8073'
MVL1	8586'
TD	9180'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	945'
Water	Top of Birds Nest Water	1169'
	Mahogany	1678'
Gas	Wasatch	4086'
Gas	Mesaverde	7016'
Gas	MVU2	8073
Gas	MVL1	8586'
Water	N/A	
Other Minerals	N/A	

3. Pressure Control Equipment (Schematic Attached)

Please refer to the attached Drilling Program.

4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program.

6. Evaluation Program:

Please refer to the attached Drilling Program.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 9180' TD, approximately equals 5692 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3672 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. Variances:

Please refer to the attached Drilling Program.

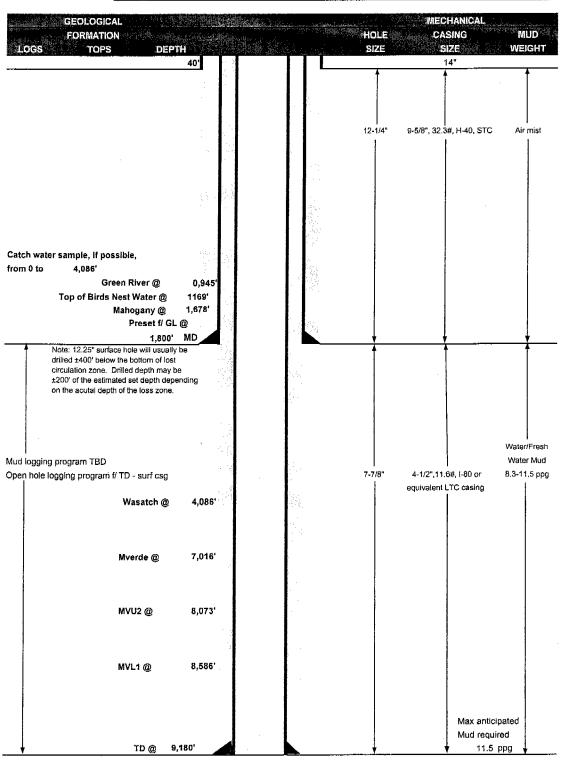
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	October 1	11, 2006		
WELL NAME	LOVE 1121-7D	TD	9,180'	MD/TVD		
FIELD Natural But	tes COUNTY Uintah STATE	Utah	ELEVATION	5,515' GL	KE	5,530'
SURFACE LOCATION	NWNW SEC. 7, T11S, R21E 856'FNL, 527'F	WL			BHL	Straight Hole
	Latitude: 39.879808 Longitude: 109	.616442				
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: BLM (SURF & MINERA	ALS), UDOG	M, Tri-County F	lealth Dept.		





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

								. OI	ESIGN FACT	ORS
	SIZE	INT	TERV#	ŭL .	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'					2270	1370	254000
SURFACE	9-5/8"	0	to	1800	32.30	H-40	STC	D.65****** 7780	1.63 6350	4.99 201000
PRODUCTION	4-1/2"	0	to	9180	11.60	l-80	LTC	2.24	1,16	2.16
				. :						

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 34

3470 psi

Burst SF is low but csg is much stronger than formation at 2000. EMW @ 2000 for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele		200		
TOP OUT CMT (1	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele		77.7	July 1945 A.	
TOP OUT CMT (2	as required	Premium cmt + 2% CaCl	as req.		15.60	1,18
SURFACE		NOTE: If well will circulate water to su	ırface, op	ion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
·	Section	+.25 pps Flocele + 3% salt BWOC	- 1.38, 312	1 (875 <u>)</u>		20 a y 1 a 1 3 a 1 3 a 1
TAI	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
	1 - 1 5/8	+ .25 pps flocele	15.7		ć.,	
TOP OUT CM	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
			5-0- N		- 1%	Sa vegeties
PRODUCTION LEAD	3,580'	Premium Lite II + 3% KCI + 0.25 pps	390	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel	1			
	1	+ 0.5% extender				
	1 13		· · · · ·	TO TO SA		0
TAIL	5,600'	50/50 Poz/G + 10% salt + 2% gel	1570	60%	14.30	1.31
		+.1% R-3	10.03	K. Janes Co.		

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	1	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.							
PRODUCTION	Float shoe, 1 j spring centrali		t 3 joints & every third joint to	top of tail cement with bow					
		19 (19 (19 (19 (19 (19 (19 (19 (19 (19 (

ADDITIONAL INFORMATION

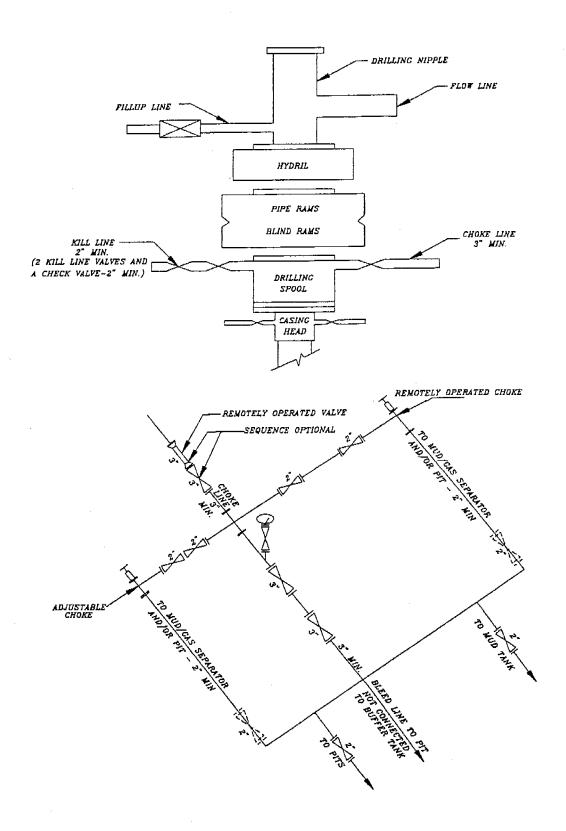
Test casing head to 750 psi after installing. Test surface casing to 1,500 psi pnor to drilling out.
EOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves.
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.
Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utililized.

DRILLING ENGINEER:		DATE:
•	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:

Randy Bayne LOVE1121-7D DHD.xis

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



LOVE 1121-7D NW/NW LOT 1, SEC. 7, T11S, R21E UINTAH COUNTY, UTAH UTU-8345

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Directions to the proposed location are attached.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 0.6 +/- miles of new access roads is proposed. Refer to Topo Map B.

Approximately 0.2 +/- miles of an existing 2-track road needs upgraded. Refer to Topo Map B.

The access road will be crowned (2 to 3%), ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development. 1989.

The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free-flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing or shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. <u>Location of Existing Wells Within a 1-Mile Radius:</u>

Please refer to Topo Map C.

4. <u>Location of Existing & Proposed Facilities & Pipelines:</u>

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5 Y 6/2) as determined during the on-site inspection.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Variances to Best Management Practices (BMP) Requests:

Approximately 5000' +/- of 4" steel pipeline is proposed from the location to tie-in to an the proposed pipeline for the Love 1121-18H. Approximately 2700' of 4" Approximately from the Love 1121-7F location to tie-in at the Love 1121-7H location. Please refer to the Topo Map D. The pipeline will be butt-welded together.

The pipeline shall be installed on surface within access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

5. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec.32, T4S,R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec.35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E. (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for drilled seeds are:

Galleta Grass

20 lbs.

The operator shall call BLM for the seed mixture when final reclamation occurs.

11. Surface Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435) 781-4400

12. WILDLIFE STIPULATIONS:

MEXICAN SPOTTED OWL: The operator will committed to perform a one year survey for the MSO in the buffer zone. After a one year survey is complete and no findings of the MSO is found, the operator will not commence any Construction or Drilling activities from March 15th – June 15th.

13. Other Information:

A Class III archaeological survey has been performed and completed on February 4, 2005, the Archaeological Report No. 05-07.

A Paleontological survey has been performed and completed on January 10, 2005, the Paleontological Report No. 05-11. This report are submitted along with the Application for Permit to Drill (APD).

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of

Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance. The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

13. Lessee's or Operators's Representative & Certification:

Sheila Upchego Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil &Gas Onshore LP is considered to be the operator of the subject well. Westport Oil & Gas Company agrees to be responsible under the terms and the conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by BLM Nationwide Bond #WY-2357.

I hereby certify that the proposed drill site and access route has been inspected and that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Muli Mully (Sheila Upchego

October 11, 2006

Date

Kerr-McGee Oil & Gas Onshore LP LOVE #1121-7D SECTION 7, T11S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 16.9 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 48.7 MILES.

Kerr-McGee Oil & Gas Onshore LP

LOVE #1121-7D LOCATED IN UINTAH COUNTY, UTAH SECTION 7, T11S, R21E, S.L.B.&M.

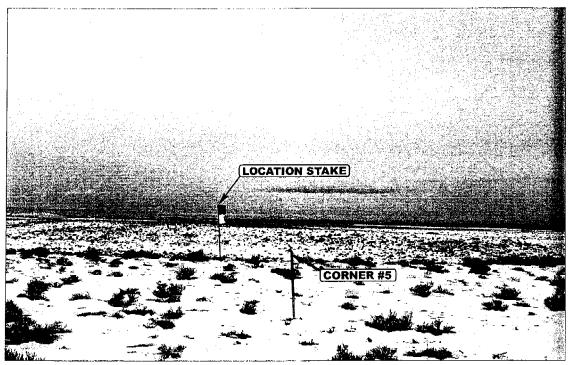


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

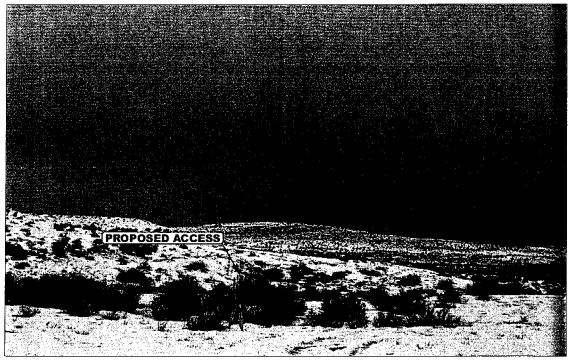


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY



Uintah Engineering & Land Surveying

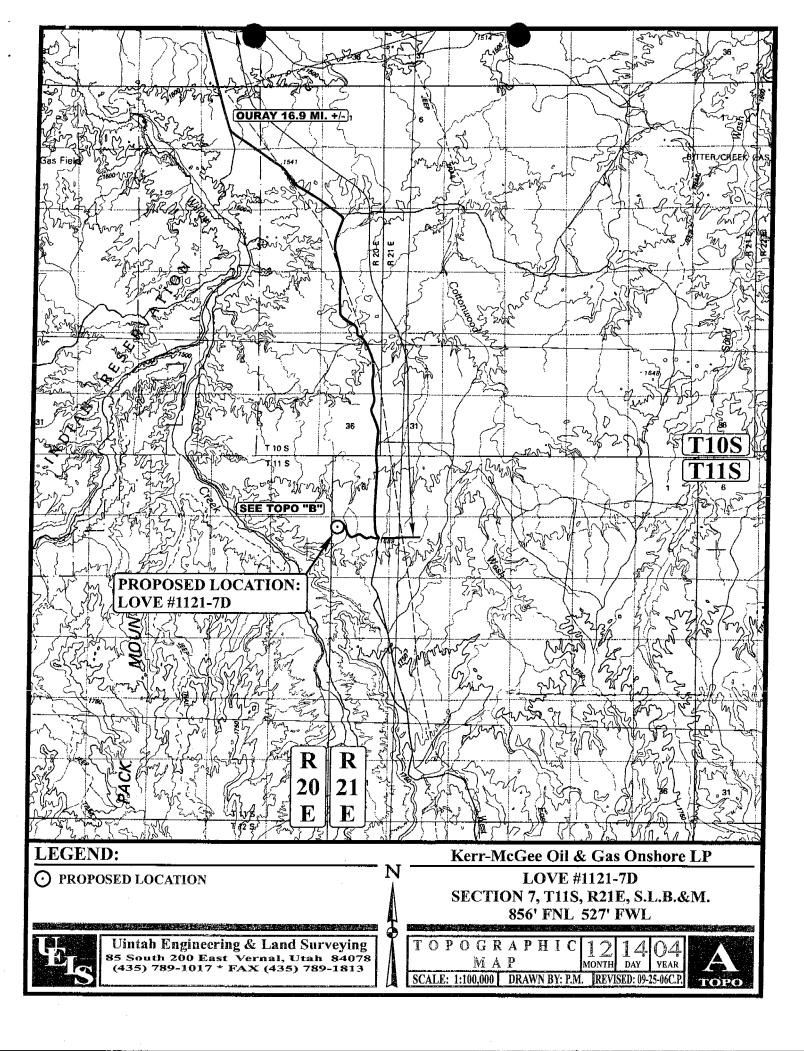
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

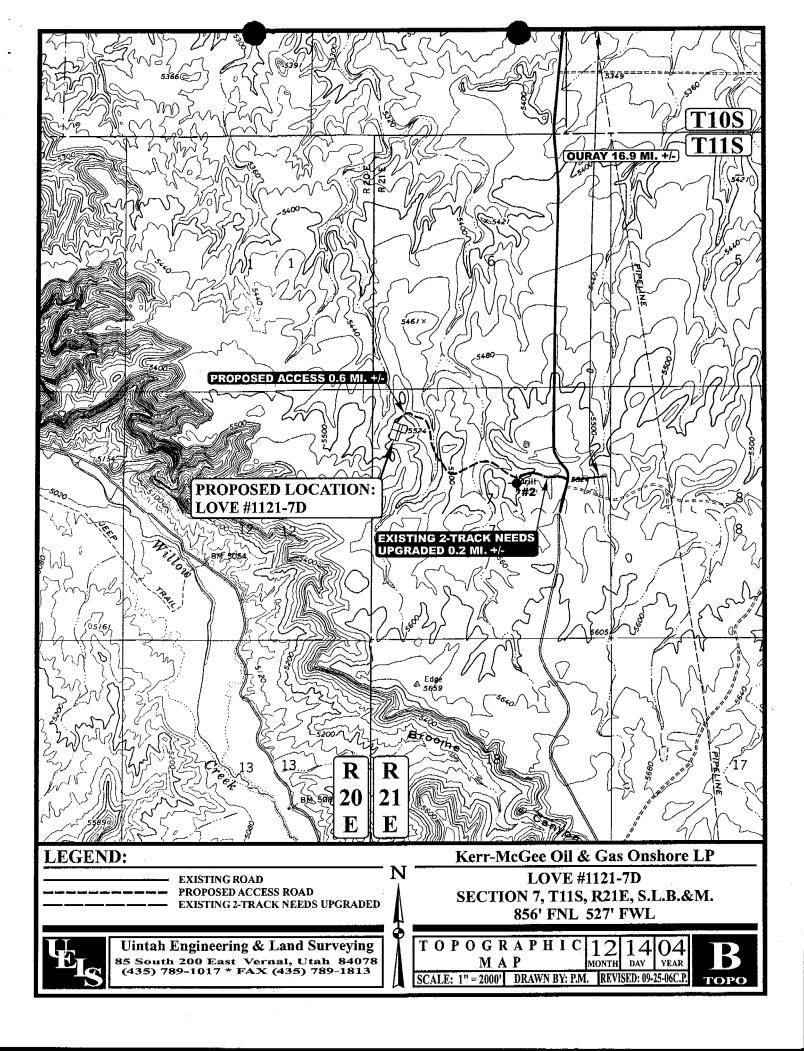
LOCATION PHOTOS

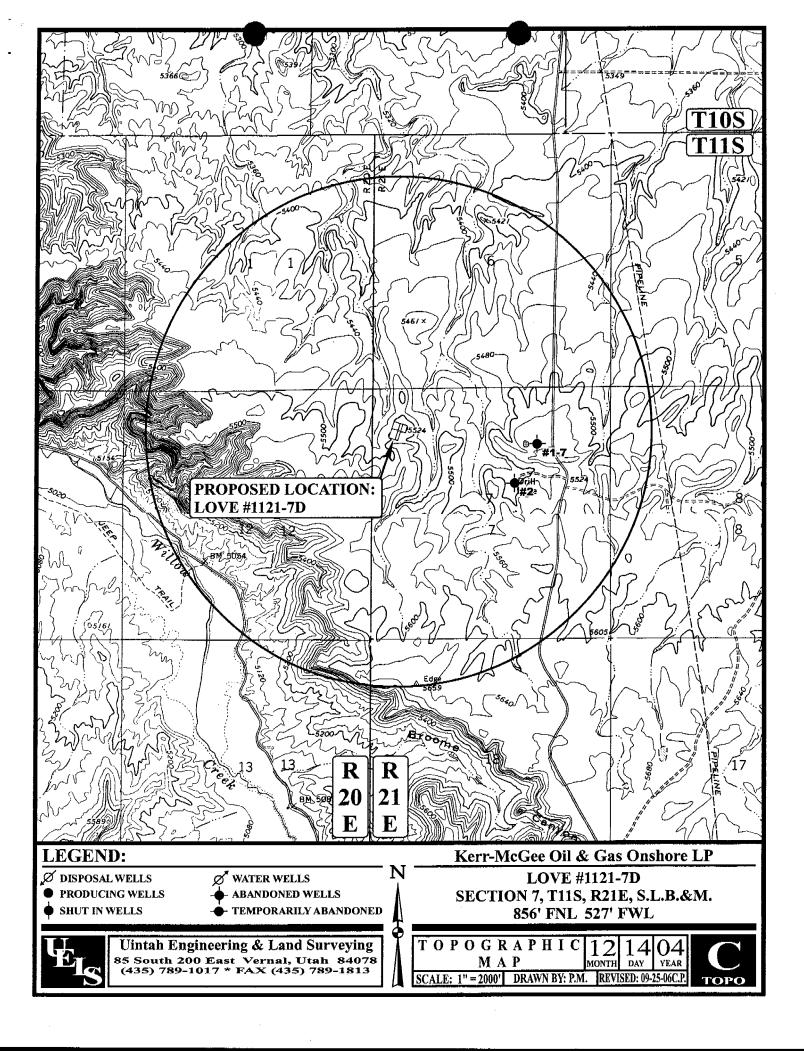
12 14 04 MONTH DAY YEAR

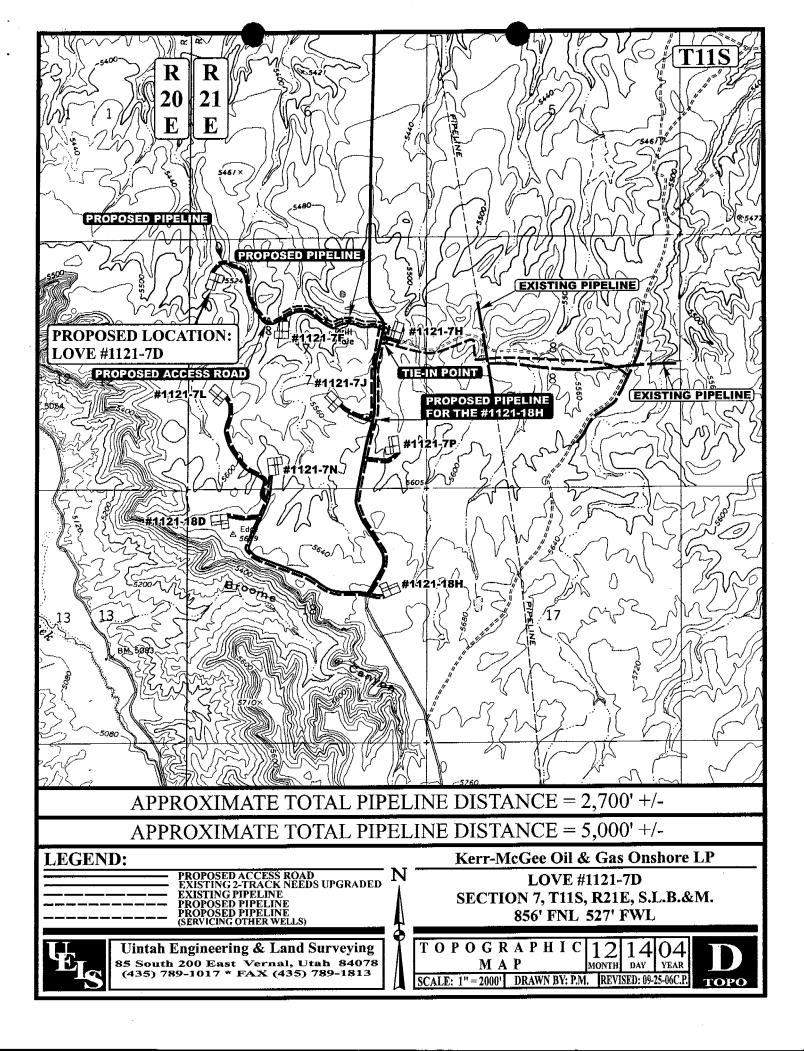
РНОТО

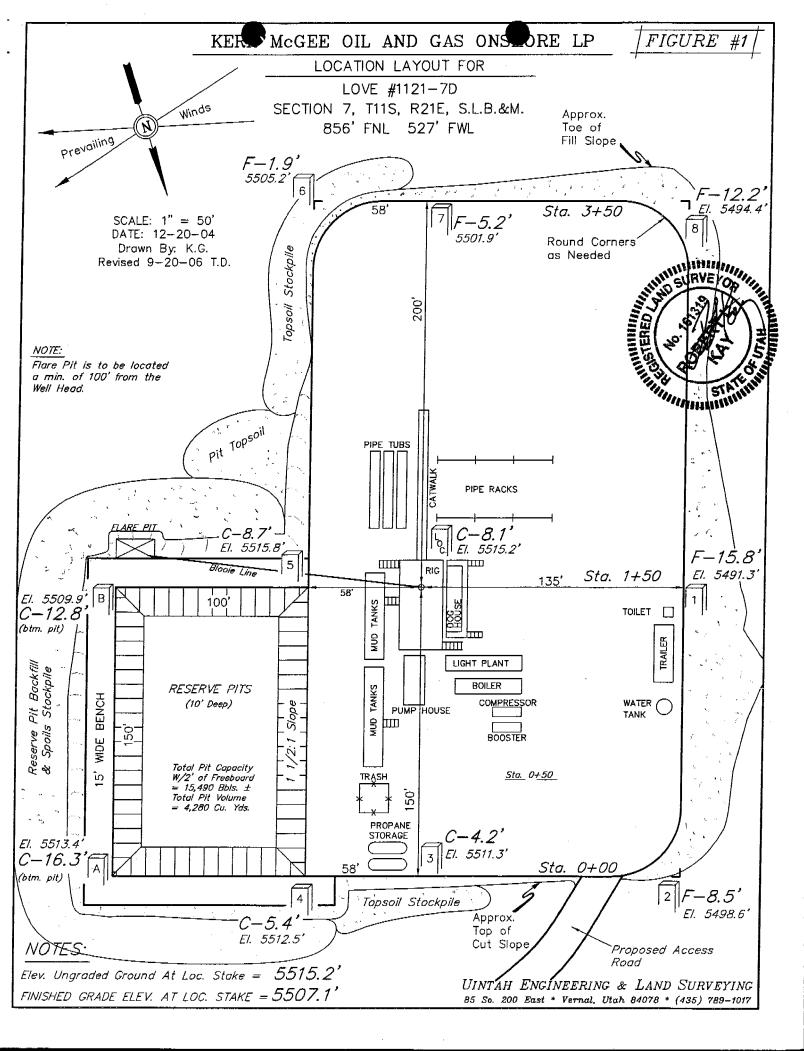
TAKEN BY: K.K. DRAWN BY: P.M. REVISED: 09-25-06C.P.

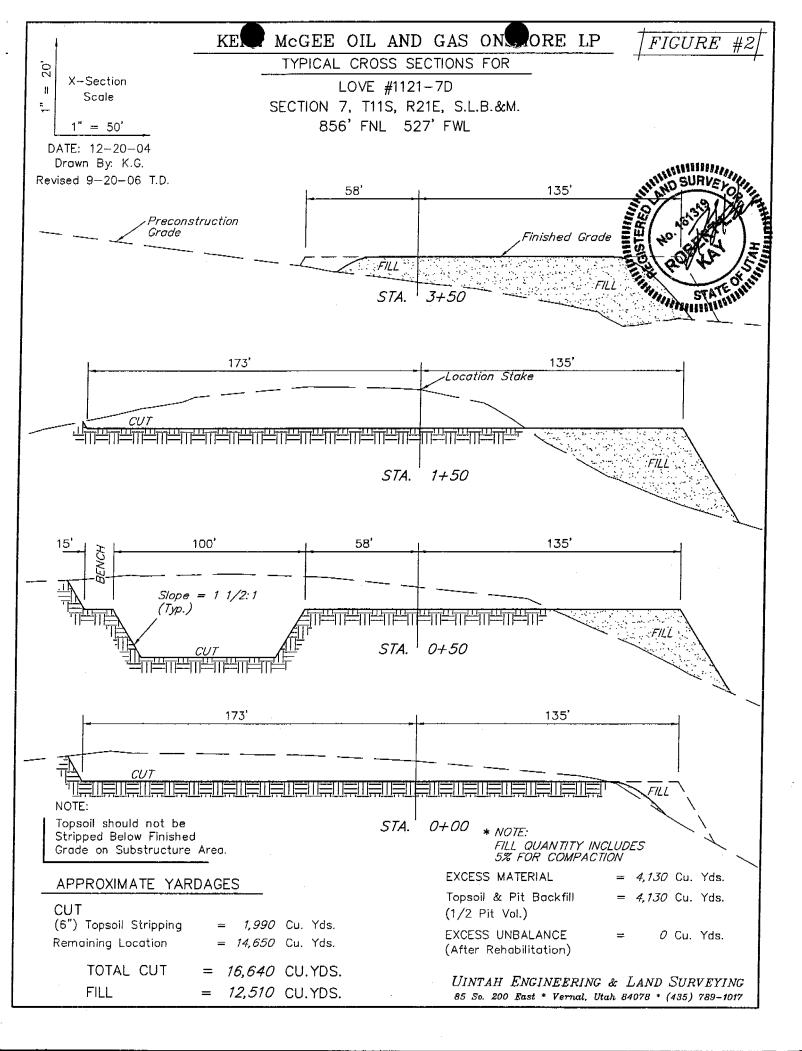




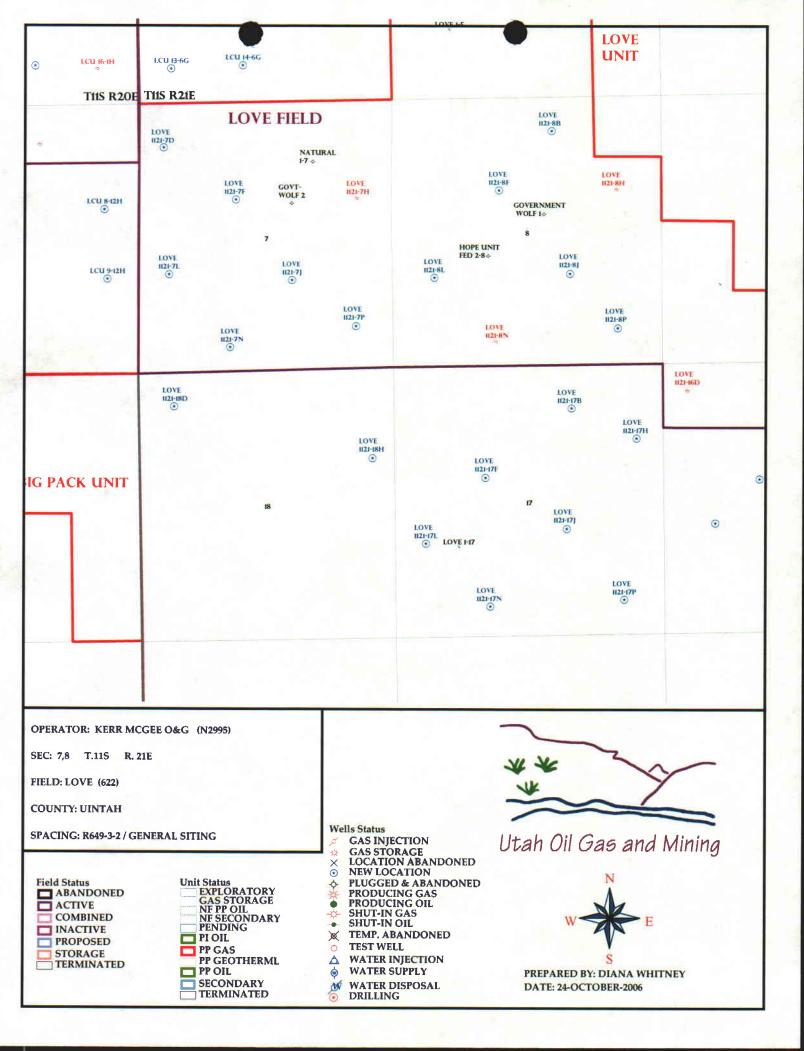








APD RECEIVED: 10/20/2006	API NO. ASSIGNED: 43-047-38745
WELL NAME: LOVE 1121-7D OPERATOR: KERR-MCGEE OIL & GAS (N2995) CONTACT: SHEILA UPCHEGO	PHONE NUMBER: 435-781-7024
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
NWNW 07 110S 210E SURFACE: 0856 FNL 0527 FWL	Tech Review Initials Date
BOTTOM: 0856 FNL 0527 FWL	Engineering
COUNTY: UINTAH LATITUDE: 39.87981 LONGITUDE: ~109.6158	Geology
UTM SURF EASTINGS: 618367 NORTHINGS: 44151	Surface
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-8345 SURFACE OWNER: 1 - Federal RECEIVED AND/OR REVIEWED:	PROPOSED FORMATION: WSMVD COALBED METHANE WELL? NO LOCATION AND SITING:
✓ Plat ✓ Bond: Fed[1] Ind[] Sta[] Fee[] (No. WY-2357)	### R649-2-3. Unit: ### R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells ### R649-3-3. Exception Drilling Unit Board Cause No: Eff Date: Siting: #### R649-3-11. Directional Drill
STIPULATIONS: 1 ded 1 Oppose 2 Spacing Stip	





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT
Lieutenant Governor

October 24, 2006

Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078

Re:

Love 1121-7D Well, 856' FNL, 527' FWL, NW NW, Sec. 7, T. 11 South, R. 21 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38745.

Sincerely,

Gil Hunt

Associate Director

Stiezt

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Kerr-McGee Oil & Gas Onshore LP					
Well Name & Number	Love 11	21-7D				
API Number:	43-047-38745					
Lease:	UTU-8:	345				
Location: <u>NW NW</u>	Sec7_	T. 11 South	R. 21 East			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

5. Lease Serial No.

OMB No. 1004-0135 Expires Inovember 30, 2000

UTU-8345

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or reenter an

6. If Indian, Allottee or Tribe Name

FORM APPROVED

abandoned well.	Use Form 3160-3 (APD) 10	rsucn	oroposais	•			
SUBMIT IN TRIPLI	CATE – Other instructi	ons or	reverse	side	7. If Unit or CA	/Agreement, Name and/or No.	
Type of Well				-		131-	
Oil Well X Gas Well	Other				8. Well Name and No.		
2. Name of Operator					LOVE 1121- 9. API Well No		
KERR McGEE OIL AND GAS ONSHORE LP							
a. Address 3b. Phone No. (include area code)				4304738745			
1368 SOUTH 1200 EAST VE	_, ,, ,, ,,	35-781	-7003		1	ol, or Exploratory Area	
4. Location of Well (Footage, Sec., 7	T., R., M., or Survey Description)				LOVE	-rich State	
856'FNL-527'FWL					11. County or P	arish, State	
NWNW LOT 1 SEC 7-T11S-	·R21E				UINTAH, UT	ГАН 	
12. CHECK APP	ROPRIATE BOX(ES) TO INI	DICATE				THER DATA	
TYPE OF SUBMISSION			TYF	E OF ACTION	J		
Notice of Intent	Acidize Alter Casing Casing Repair	_	n re Treat	Production Reclamation Recomplet		Water Shut-Off Well Integrity Other APD EXTENSION	
Subsequent Report	Change Plans		nd Abandon	Temporari	ly Abandon	DOGM	
Final Abandonment Notice 13. Describe Proposed or Completed Open	Convert to Injection	Plug E		Water Disp		d a simulate duration thereof	
Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for fin THE OPERATOR REQUES LOCATION SO THAT THE APPROVED BY THE DIVIS	STS AUTHORIZATION FOR DRILLING OPERATION	OR A C S MAY	NE YEAF	R EXTENSIC	N FOR THE IE ORIGINAL Appro Utah	SUBJECT WELL	
9-36-07					Date: O	7-27-5 QQIII	
14. I hereby certify that the foregoin	ig is true and correct				<u> </u>		
Name (Printed/Typed)	WORTHEN	Title		LAN	ID SPECIALI	ST	
Signature Della	Northan	Date		Sep	tember 18, 20	007	
	THIS SPACE	FOR FE	DERAL OR	STATE USE			
Approved by			Title		Date		
Conditions of approval, if any, are attache certify that the applicant holds legal or ec which would entitle the applicant to cond	quitable title to those rights in the subj	ect lease	Office			Cal. II. ital Santa ann	
Title 18 U.S.C. Section 1001, mal false, fictitious or fraudulent staten	ke it a crime for any person know	wingly ar matter w	id willfully t ithin its juris	o make to any d diction.	epartment or age	ncy of the United States any	
raise, ilcitious of ilaudurent statem							

(Instructions on reverse)

SEP 2 5 2007

Application for Permit to Drill Request for Permit Extension

Validation

(this form should accompany the Sundry Notice requesting permit extension)

API:

4304738745

Vell Name: LOVE 1121-7D				
ocation: NWNW, SEC 7-T11S-R21E Company Permit Issued to: KERR-MCGEE OIL AND GAS ONSHORE LP Date Original Permit Issued: 10/24/2006				
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.				
Following is a checklist of some items related to the application, which should be rerified.				
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes⊡No☑				
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑				
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑				
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes⊡No ☑				
Has the approved source of water for drilling changed? Yes□No☑				
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☑				
Is bonding still in place, which covers this proposed well? Yes ☑No ☐				
Signature 9/17/2007 Date				
Signature				
Title: LAND SPECIALIST				
Representing: Kerr McGee Oil and Gas Onshore LP				

RECEIVED SEP 2 5 2007

Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136

_	-		
Expires	November	30,	2000

5. Lease Serial No. UTU-8345

APPLICATION FOR PERMIT TO	DRILL	RRE	NIER		L)	
	1 1 1			-		

APPLICATION FOR PERMIT TO	DRILL	RREENTER	ヒリ	6. If Indian, Allotte	e or Tribe Name
1a. Type of Work: X DRILL RE	ENTER	OCT 2 4 200)6	7. If Unit or CA Ag	reement, Name and No.
b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone				8. Lease Name and LOVE 1121-7	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP	וושט	11 A 17 11 41 47 77	V 11 11 1	9. API Well No. 43-047-	
3A. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploration 1368 SOUTH 1200 EAST VERNAL, UT 84078 (435) 781-7024 UNDESIGNATED				D	
4. Location of Well (Report location clearly and in accordance with At surface NWNW LOT 1, 856'FNL, 527'FWL At proposed prod. Zone	n any State red	quirements.*)		11. Sec., T., R., M., SEC. 7, T11S, R	or Blk, and Survey or Area
14. Distance in miles and direction from nearest town or post office 17.7 MILES SOUTH OF OURAY, UTAH	14. Distance in miles and direction from nearest town or post office*				
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 527'	2486.60	5. No. of Acres in lease 17. Spacing Unit do 486.60 40.00		dicated to this well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. REFER TO TOPO C	D1		20. BLM/BIA Bond BOND NO: WY	No. on file 1 -2357 WYBOC	0291
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start*			ll start*	23. Estimated durati	on
		Attachments			
The following, completed in accordance with the requirements of Or	ishore Oil and	Gas Order No. 1, s	shall be attached to thi	s form:	
1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered				less covered by an exis	sting bond on file (see
2. A Drilling Plan. Item 20 above).					
3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification.					
SUPO shall be filed with the appropriate Forest Service Office.	· .	6. Such other sauthorized of	•	on and/or plans as may	be required by the
25. Signatur Mame (Printed/Typed) SHEILA UPCHEGO			1	Date 10/11/2006	
Title					
REGULATORY ANALYST				·	
Approved by (Signature)	Name (Printed/Typed) Teacy Kencella		ļ	Date /-/6-2008	
Title	Off		AL FIELD OF	FICE	. 10 000
Application approval does not warrant or certify that the applicant he					title the applicant to conduct

Conditions of approval, if any, are attached.

CONDITIONS OF APPROVAL ATTACHED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED

JAN 2 2 2008

NOTICE OF APPROVAL

DIV. OF OIL, GAS & MINING



NO NOS

07BM4824A



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Kerr-McGee Oil & Gas Onshore LP Company:

Location: Lease No: NWNW Lot 1, Sec. 7, T11S, R21E

Well No: Love 1121-7D

UTU-8345

API No: 43-047-38745 Agreement: N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:		(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:	-	(435) 781-4476	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	(435) 828-3544
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	, ,
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction	-	Forty-Eight (48) hours prior to construction of location and
(Notify Environmental Scientist)		access roads.
Location Completion	-	Prior to moving on the drilling rig.
(Notify Environmental Scientist)		
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)		
Casing String & Cementing	. -	Twenty-Four (24) hours prior to running casing and
(Notify Supv. Petroleum Tech.)		cementing all casing strings.
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)		r
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well: Love 1121-7D 1/9/2008

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural contours, topsoil
 respread where appropriate, and the entire location seeded with the recommended seed mix.
 Seeding shall take place by broadcasting the seed and walking it into the soil with a dozer
 immediately after the dirt work is completed.
- The lessee/operator is given notice that lands in the lease have been identified as containing crucial pronghorn (antelope) habitat. It is requested that the lessee/operator not initiate surface disturbing activities or drilling from May 15 through June 20. A survey may be conducted by a qualified biologist or a BLM representative during this timing period to determine if pronghorn are in the area.

Page 3 of 6 Well: Love 1121-7D

1/9/2008

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- A formation integrity test shall be performed at the surface casing shoe.
- Production casing cement shall be brought to a minimum of 200' above the surface casing shoe.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

Page 4 of 6 Well: Love 1121-7D 1/9/2008

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: Love 1121-7D

1/9/2008

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 6 of 6 Well: Love 1121-7D 1/9/2008

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER:
·	UTU-8345
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugg drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Love 1121-7D
2. NAME OF OPERATOR: Kerr McGee Oil and Gas Onshore, LP	9. API NUMBER: 4304738745
3. ADDRESS OF OPERATOR: PHONE NUMB	ER: 10. FIELD AND POOL, OR WILDCAT:
PO Box 173779	9-6171 Natural Buttes Field
FOOTAGES AT SURFACE: 856 FNL & 527 FWL	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 7 11S 21E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTIC	CE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACT	TION
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only)	WATER DISPOSAL
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RES	UME) WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELLS	TE ✓ OTHER: APD Extension
CONVERT WELL TYPE RECOMPLETE - DIFFEREN	T FORMATION
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates,	depths, volumes, etc.
Kerr McGee Oil and Gas Onshore, LP respectfully requests a one year extension drilling operations. The Utah Division of Oil, Gas, and Mining initially approved this	
Approved by the Utah Division of Oil, Gas and Mining	
Date: 09-16-06	
	itory Intern
SIGNATURE JUTORIA MANGUES DATE 9/11/20	008
(This space for State use only)	
COPY SENT TO OPERATOR	RECEIVED
Date: 9.17.2008	
Date: 1'1/' LDD8	CED 1 E 2000

(5/2000)

Initials:

(See Instructions on Reverse Side)

SEP 15 2008



Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 4304738745 Well Name: Love 1121-7D Location: NWNW 856 FNL 527 FWL Sec. 7 T 118 R 21E Company Permit Issued to: Kerr McGee Oil and Gas Onshore, LP Date Original Permit Issued: 10/24/2006						
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.						
Following is a checklist of some items related to the application, which should be verified.						
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑						
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑						
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑						
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes \square No \square						
Has the approved source of water for drilling changed? Yes□No☑						
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑						
Is bonding still in place, which covers this proposed well? Yes ☑ No ☐						
Signature 9/11/2008						
Signature Date						
Title: Regulatory Intern						
Representing: Kerr McGee Oil and Gas Onshore, LP						

RECEIVED SEP 1 5 2008

			FORM 9			
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8345					
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
	sals to drill new wells, significantly deepen igged wells, or to drill horizontal laterals. L		7.UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: LOVE 1121-7D			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047387450000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: LOVE			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0856 FNL 0527 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 07	I P, RANGE, MERIDIAN: 7 Township: 11.0S Range: 21.0E Meridian:	: S	STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICAT	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
9/14/2009	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
Date of Work Completion:	OPERATOR CHANGE	☐ PLUG AND ABANDON	PLUG BACK			
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON			
	U TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL			
DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION			
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:			
42 DECERTIFIED DOCUMENT OF CO.			'			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you. Approved by the Utah Division of Oil, Gas and Mining						
		D	ate: September 14, 2009			
	By: Dagall					
			373			
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE				
Danielle Piernot	720 929-6156	Regulatory Analyst				
SIGNATURE N/A		DATE 9/10/2009				



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047387450000

API: 43047387450000 Well Name: LOVE 1121-7D

Location: 0856 FNL 0527 FWL QTR NWNW SEC 07 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 10/24/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not

• If loca	sion. Following is a atted on private land ted? Yes N	l, has the own		• • •	•		I.
	any wells been drill requirements for t			l well which w	ould affect	t the spacing or	
	here been any unit of proposed well?			that could affe	ect the per	mitting or operati	on
	there been any cha the proposed locat			g ownership, o	or rightof-	way, which could	
• Has th	he approved source	of water for d	Irilling changed? (Yes 📵 N	o		
	there been any phy je in plans from wh						
• Is bor	nding still in place, v	which covers t	this proposed well?	Yes	No Utah	roved by the n Division of as and Mining	
nature:	Danielle Piernot	Date:	9/10/2009				
Title:	Regulatory Analyst	Representing:	KERR-MCGEE OIL &	GAS ONSHOR	a <u>te:</u> S	eptember 14, 2009	

Sig

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURG	250	FORM 9	
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8345			
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
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3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	PH treet, Suite 600, Denver, CO, 80217 377	ONE NUMBER: 9 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: LOVE	
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QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 07	P, RANGE, MERIDIAN: 7 Township: 11.0S Range: 21.0E Meridian	n: S	STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
_	☐ ACIDIZE	☐ ALTER CASING	CASING REPAIR	
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME	
10/21/2010	☐ CHANGE WELL STATUS	\square commingle producing formations	☐ CONVERT WELL TYPE	
SUBSEQUENT REPORT	DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK	
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON	
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL	
☐ DRILLING REPORT	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION	
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:	
l .	MPLETED OPERATIONS. Clearly show all pe	- · · · · ·	volumes, etc.	
l .	as Onshore, L.P. (Kerr-McGe APD for the maximum time al	, , , ,	Approved by the	
	with any questions and/or co		Utah Division of	
	, ,	,	Oil, Gas and Mining	
		D	October 25, 2010	
		U	October 25, 2010	
		В	y: Dally July	
			377	
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER 720 929-6156	Regulatory Analyst		
SIGNATURE N/A		DATE 10/19/2010		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047387450000

API: 43047387450000 Well Name: LOVE 1121-7D

Location: 0856 FNL 0527 FWL QTR NWNW SEC 07 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 10/24/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

uire revis • If loca	ion as submitted in the previousion. Following is a checklist of ited on private land, has the owed? Yes No	some items related to the	e application, w	hich should be verified.
	any wells been drilled in the vic requirements for this location?		l which would a	iffect the spacing or
	ere been any unit or other agre proposed well? 🔵 Yes 🍺 l		could affect the	e permitting or operation
	there been any changes to the a the proposed location?		nership, or righ	ntof- way, which could
• Has th	e approved source of water for	drilling changed? 🔵 Y	es 📵 No	
	there been any physical change e in plans from what was discu			
• Is bon	ding still in place, which covers	this proposed well? 📵	Yes 📄 No 🏻	pproved by the Jtah Division of , Gas and Mining
nature:	Danielle Piernot Date	: 10/19/2010		
Title:	Regulatory Analyst Representing		ONSHOR Date: _	October 25, 2010

Sig

By: Down

Sundry Number: 18662 API Well Number: 43047387450000

	STATE OF UTAH		FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-8345		
SUNDF	RY NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for propos bottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen e ggged wells, or to drill horizontal laterals. Uso	xisting wells below current e APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: LOVE 1121-7D
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QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 07	rp, RANGE, MERIDIAN: 7 Township: 11.0S Range: 21.0E Meridian: S	5	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT	, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Kerr-McGee Oil & G extension to this A	□ ACIDIZE □ CHANGE TO PREVIOUS PLANS □ CHANGE WELL STATUS □ DEEPEN □ OPERATOR CHANGE □ PRODUCTION START OR RESUME □ REPERFORATE CURRENT FORMATION □ TUBING REPAIR □ WATER SHUTOFF □ WILDCAT WELL DETERMINATION OMPLETED OPERATIONS. Clearly show all pertinates on Shore, L.P. (Kerr-McGee) APD for the maximum time allow with any questions and/or com	respectfully requests an wed. Please contact the ments. Thank you.	·
		E	By: Doddyffell
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER 720 929-6156	TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 9/20/2011	

Sundry Number: 18662 API Well Number: 43047387450000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047387450000

API: 43047387450000 **Well Name:** LOVE 1121-7D

Location: 0856 FNL 0527 FWL QTR NWNW SEC 07 TWNP 110S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 10/24/2006

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 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? 📵 Yes 🔵 No

Signature: Danielle Piernot Date: 9/20/2011

Title: Regulatory Analyst Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

March 13, 2012

Jenn Hawkins Kerr McGee Oil & Gas Onshore, L.P. 1099 18th Street, Suite 1800 Denver, CO 80202

43 047 38745 Love 1121-70 115 21E 7

Re:

APDs Rescinded for Kerr McGee Oil & Gas Onshore, L.P.

Uintah County

Dear Ms. Hawkins:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective March 7, 2012.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

ane Hillison

cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



	APINumber	Well Name
	4304750274	NBU 727-35E
	4304737762	FEDERAL 920-24G
	4304750439	FEDERAL 1022-15L
	4304750440	FEDERAL 1022-15K
	4304750441	FEDERAL 1021-25I
	4304750442	FEDERAL 1021-25M
	4304750443	FEDERAL 1021-25N
	4304738796	FEDERAL 1022-27K
	4304738980	BITTER CREEK 1122-3N
	4304737763	FEDERAL 920-24H
	4304739156	NBU 1022-24O
	4304736573	NBU 1022-23C
	4304751040	NBU 920-22L4CS
	4304751041	NBU 920-22M1BS
	4304751041	NBU 920-22M4BS
		NBU 920-23L2DS
	4304751051	
	4304751052	NBU 920-23L4BS
	4304738921	NBU 1022-8B-4T
	4304739253	NBU 921-15L
	4304738159	NBU 1022-20B
	4304738169	NBU 1022-28I
	4304750464	NBU 922-33N4S
	4304750465	NBU 922-33O4S
	4304750466	NBU 922-33P2S
	4304750467	NBU 922-33P3S
	4304738820	LOVE 1121-18B
	4304740189	NBU 922-35IT
	4304738491	NBU 1022-5H-4
	4304750093	NBU 1022-34F
	4304750094	NBU 1022-35M
	4304750095	NBU 1022-34E
	4304750097	FEDERAL 1022-27M
	4304750067	NBU 921-16F3S
	4304750068	NBU 921-16E4S
	4304737103	FEDERAL 1022-29C
	4304750127	NBU 420-29E
	4304739527	NBU 1021-20F
	4304739528	NBU 1021-20E
	4304739530	NBU 1021-20B
	4304738741	LOVE 1121-7P
	4304738742	LOVE 1121-7L
	4304738744	LOVE 1121-7F
>	4304738745	LOVE 1121-7D
	4304738747	LOVE 1121-8P
	4304738750	LOVE 1121-8F
	4304738754	LOVE 1121-61 LOVE 1121-15L
	4304738755	LOVE 1121-15N
	4304739525	NBU 1021-20H
	4304738795	NBU 1022-27O
	4304738807	NBU 1022-34D
	4304738920	NBU 1022-4E-3
	4304737547	NBU 1022-17P
	4304751050	NBU 920-23L1BS
	4304737907	NBU 1021-3L
	4304737908	NBU 1021-3D
	· =	

4304737909	NBU 1021-3H
4304737917	NBU 1021-25E
4304737911	NBU 1021-24C
4304750029	NBU 375-13E
4304750033	NBU 515-25E
4304750034	NBU 673-25E
4304750035	NBU 674-25E
4304737963	NBU 1021-3G
4304737965	NBU 1021-5D
4304737684	NBU 498-13E

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



MAR 2 7 2012

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Anadarko Petroleum Corporation Kerr McGee Oil & Gas Onshore LP 1099 18th Street, Suite 600 Denver, CO 80202

43 047 38745

Re:

Notice of Expiration Well No. Love 1121-7D Lot 1, Sec. 7, T11S, R21E Uintah County, Utah Lease No. UTU-8345

Dear Ms. Jacobson:

The Application for Permit to Drill (APD) for the above-referenced well was approved on January 16, 2008. A two (2) year extension request of the original APD was received on January 12, 2010. The request was reviewed and the extension request was approved to January 16, 2012. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka

Assistant Field Manager Lands & Mineral Resources

cc: UDOGM

RECEIVED APR 1 1 2012

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



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Jerry Kenczka

Assistant Field Manager Lands & Mineral Resources

cc: UDOGM

RECEIVED APR 1 1 2012

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**



FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS JAN 1 2 2010

Do not use this form for proposals to drill or to re-enter an

5. Lease Serial No. UTU8345

abandoned we	II. Use form 3160-3 (AP	D) for such proposals	6. II Indian, Allotte	e or Tribe Name	
SUBMIT IN TRI	PLICATE - Other instruc	ctions on reverse side.	7. If Unit or CA/Ag	reement, Name and/or No	
Type of Well Oil Well	her		8. Well Name and N LOVE 1121-7D	0.	
2. Name of Operator KERR MCGEE OIL & GAS O	9. API Well No. 43-047-38745	9. API Well No. 43-047-38745-00-X1			
3a. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078		3b. Phone No. (include area cod Ph: 720-929-6156 Fx: 720-929-7156		10. Field and Pool, or Exploratory UNDESIGNATED	
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description		11. County or Parish	n, and State	
Sec 7 T11S R21E Lot 1 856F	NL 527FWL		UINTAH COU	UINTAH COUNTY, UT	
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, REPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		ТҮРЕ (OF ACTION		
Notice of Intent ☐ Subsequent Report	☐ Acidize ☐ Alter Casing ☐ Casing Repair	☐ Deepen ☐ Fracture Treat ☐ New Construction	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete	□ Water Shut-Off □ Well Integrity □ Other	
☐ Final Abandonment Notice 3. Describe Proposed or Completed Op-	☐ Change Plans ☐ Convert to Injection	☐ Plug and Abandon☐ Plug Back	☐ Temporarily Abandon☐ Water Disposal	Change to Origina PD	
Kerr-McGee Oil & Gas Onshor the maximum time allowed. The 16, 2008. All information rema Please contact the undersigne	ne APD for this location with the same as in the ori	as originally approved by the ginally submitted APD.	e BLM on January RNAL DIST.		
Thank you.			JEOL.		
			R.S.		
	CONDITIONS OF A	PPROVAL ATTACHED	A.M.		
14. I hereby certify that the foregoing is	Electronic Submission #7 For KERR MCGEE	9970 verified by the BLM We OIL & GAS ONSHORE L, ser essing by GAIL JENKINS on	nt to the Vernal		
	E PIERNOT		ATORY ANALYST I	Parity	
Signature (Electronic S	ubmission)	Date 01/12/2	Fig. 1	25 200	
	THIS SPACE FO	R FEDERAL OR STATE	C II /	GAS & MESS	
Approved By		Title Petro	oleum Engineer	JAN 2 1 2010	
onditions of approve, if any, a attached rtify that the applicant holds legal or equ nich would entitle the applicant to condu	itable title to those rights in the			· · · · · · · · · · · · · · · · · · ·	
le 18 U.S.C. Section 1001 and Title 43 Ustates any false, fictitious or fraudulent st				or agency of the United	

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

CONDITIONS OF APPROVAL

Kerr McGee Oil and Gas Onshore LP.

Notice of Intent APD Extension

Lease:

UTU-8345

Well:

Love 1121-7D

Location:

Lot 1 Sec 7-T11S-R21E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 1/16/2012.
- 2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

